Notice of Oral Ex Parte Presentation

November 8, 2002

Ms. Marlene H. Dortch Secretary Federal Communications Commission 445 12<sup>th</sup> Street, S.W. Washington, DC 20554



Re: In the Matter of Review of the Section 251 Unbundling Obligations of

Incumbent Local Exchange Carriers, CC Docket No. 01-338; Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, CC Docket No. 96-98;

Deployment of Wireline Services Offering Advanced Telecommunications Capability, CC Docket No. 98-147;

Appropriate Framework for Broadband Access to the Internet over Wireline Facilities, CC Docket No. **02-33**; and

Appropriate Regulatory Treatment for Broadband Access to the Internet over Cable Facilities, CS Docket No. **02-52** 

Dear Ms. Dortch:

On Thursday, November 7, 2002, on behalf of the High Tech Broadband Coalition (HTBC), Peter Pitch of Intel, Veronica O'Connell of the Consumer Electronics Association, and the undersigned met with the following members of the Commission's Media Bureau:

W. Kenneth Ferree Marjorie Reed Greene Barbara Esbin Mary Beth Murphy Peter Corea Eric Bash Kyle Dixon

In the course of the discussion, the HTBC representatives made several points that are set out in further detail in the HTBC pleadings filed in the above-referenced Commission proceedings involving broadband deployment. Among other things, the HTBC representatives stated:

• The High Tech Broadband Coalition (HTBC) represents the leading trade associations (BSA, CEA, ITI, NAM, SIA, and TIA) of the computer,

HTBC CC Dockets Nos. 01-338, 96-98, 98-147, 02-33, CS Docket No. 02-52 October 1, 2002 Page 2 of 3

telecommunications equipment, semiconductor, consumer electronic, software and manufacturing sectors.

- HTBC is unique -- a coalition of trade associations representing over 15.000 companies that participate in the non carrier broadband "value chain."
- HTBC is committed to the achievement of rapid and ubiquitous deployment of fast interactive, content-rich and affordable broadband services.
- The FCC should monitor the marketplace for broadband services in order to guard against abuses of a core set of consumer "connectivity principles." A significant portion of the discussion focused on the Commission monitoring the development of broadband services via cable modem and reserving the option to intercede in the market if onerous equipment and/or services restrictions arose.
- HTBC believes that the best way to reach universal adoption of broadband is strong facilities-based broadband competition among cable modem, wireline broadband (xDSL/fiber), satellite, fixed and wireless alternatives.
- The HTBC believes that the Commission should strive to achieve a minimal regulatory environment that encourages all companies to make the costly and economically risky investments in last mile broadband facilities necessary in order to realize the full benefits of the Internet.
- Specifically, HTBC believes that the Commission should refrain from imposing unbundling obligations on new, last mile broadband facilities, including fiber and DSL and successor electronics deployed on the customer side of the central office.
- On the other hand, competitive entrants should continue to have access to core copper loops and be able to collocate their equipment in ILEC central offices.
- DSL services already face substantial competition from the market-leading cable modem service and emerging satellite and wireless broadband services. The Commission should analyze the broadband market as a whole, rather than DSL services as an individual market.
- Minimizing these unbundling obligations will reward those who take the risk of investing and thereby promote facilities-based competition and deployment.
- A ruiing this year on broadband unbundling reform should be the Commission's top priority meaningful reform would boost not just the telcom service industry but also hardware and software manufacturers.
- This approach is consistent with the approach articulated by the Chairman and other Commissioners and set forth in the FCC's various broadband proceedings.
- HTBC endorses the classification of wireline and cable broadband services as "information services" subject only to minimal regulation.

HTBC CC **Dockets** Nos. 01-338, 96-98, 98-147, 02-33, CS **Docket** No. **02-52** October I. *2002* Page 3 of 3

Pursuant to Section 1.1206 of the Commission's Rules, 47 C.F.R. § 1.1206, a copy of this submission is being provided to each member of the Commission staff present at the meeting. Please contact the undersigned at 202-715-3709 with any questions in connection with this filing.

Respectfully submitted,

/s/ Paul W. Kenefick

Paul W. Kenefick Alcatel **USA**, Inc.

cc: W. Kenneth Ferree
Marjorie Reed Greene
Barbara Esbin
Mary Beth Murphy
Peter Corea
Eric Bash
Kyle Dixon